MINISTRY OF SOCIAL SERVICES

VALLEY VIEW CENTRE GRANTS AND DONATIONS TRUST ACCOUNT AND INSTITUTIONAL COLLECTIVE BENEFIT FUND

FINANCIAL STATEMENTS

For the year ended March 31, 2017

PROVINCIAL AUDITOR
of Saskatchewan

INDEPENDENT AUDITOR'S REPORT

To: The Members of the Legislative Assembly of Saskatchewan

I have audited the accompanying financial statements of the Valley View Centre Grants and Donations Trust Account and Institutional Collective Benefit Fund which comprise the statement of financial position as at March 31, 2017, and the statement of operations and changes in trust fund equity and the statement of cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards for Treasury Board's approval, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Valley View Centre Grants and Donations Trust Account and Institutional Collective Benefit Fund as at March 31, 2017, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Judy Ferguson

Regina, Saskatchewan
June 27, 2017

Judy Ferguson, FCPA, FCA
Provincial Auditor

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MINISTRY OF SOCIAL SERVICES
VALLEY VIEW CENTRE GRANTS AND DONATIONS TRUST ACCOUNT AND INSTITUTIONAL COLLECTIVE BENEFIT FUND
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31

	Grants & Donations Account	Institutional Collective Benefit Fund		Total 2017	Total 2016
		Canteen Account	Bazaar Account		
Financial Assets					
Due from General Revenue Fund (Note 4)	$ 39,450	$ 40,202	$ 11,780	$ 91,432	$ 96,293
Cash	-	375	20	395	395
Interest Receivable (Note 4)	56	51	15	122	145
Inventory	-	2,589	-	2,589	5,165
Accounts Receivable	61	-	-	61	296
Total Financial Assets	$ 39,567	$ 43,217	$ 11,815	$ 94,599	$ 102,294
Liabilities					
Accounts Payable	$ -	$ 833	$ -	833	$ 1,255
Trust Fund Equity (Statement 2)	$ 39,567	$ 42,384	$ 11,815	$ 93,766	$ 101,039

(See accompanying notes to the financial statements)

MINISTRY OF SOCIAL SERVICES
VALLEY VIEW CENTRE GRANTS AND DONATIONS TRUST ACCOUNT AND
INSTITUTIONAL COLLECTIVE BENEFIT FUND
STATEMENT OF OPERATIONS AND CHANGES IN TRUST FUND EQUITY
FOR THE YEAR ENDED MARCH 31

	Grants & Donations Account	Institutional Collective Benefit Fund: Canteen Account	Institutional Collective Benefit Fund: Bazaar Account	Total 2017	Total 2016
Revenue					
Donations	$ 11,950	$ -	$ -	$ 11,950	$ 4,677
Interest	290	228	64	582	752
Sales	-	14,878	-	14,878	28,942
Camp Thunderbird	-	7,725	-	7,725	5,824
Total revenue	12,240	22,831	64	35,135	40,195
Cost of goods sold					
Sales projects	-	15,908	-	15,908	23,513
Camp Thunderbird	-	12,029	-	12,029	180
Total cost of goods sold	-	27,937	-	27,937	23,693
Gross profit (loss)	12,240	(5,106)	64	7,198	16,502
Other expenses					
Resident comforts	10,763	3,065	-	13,828	6,424
Wages	-	185	458	643	1,570
Miscellaneous	-	-	-	-	534
Total other expenses	10,763	3,250	458	14,471	8,528
Net Earnings (Deficit) from operations	$ 1,477	$ (8,356)	$ (394)	$ (7,273)	$ 7,974
Trust Fund Equity, beginning of year	38,090	50,740	12,209	101,039	93,065
Trust Fund Equity, end of year (Statement 1)	$ 39,567	$ 42,384	$ 11,815	$ 93,766	$ 101,039

(See accompanying notes to the financial statements)

MINISTRY OF SOCIAL SERVICES
VALLEY VIEW CENTRE GRANTS AND DONATIONS TRUST ACCOUNT AND
INSTITUTIONAL COLLECTIVE BENEFIT FUND
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED MARCH 31

	Grants & Donations Account	Institutional Collective Benefit Fund		Total 2017	Total 2016
		Canteen Account	Bazaar Account		
Net Earnings (Deficit) from operations	$ 1,477	$ (8,356)	$ (394)	$ (7,273)	$ 7,974
Changes in non-cash items:					
Decrease (Increase) in accounts receivable	235	-	-	235	(191)
Decrease in interest receivable	1	21	1	23	60
Decrease in inventories	-	2,576	-	2,576	1,011
(Decrease) Increase in accounts payable	-	(422)	-	(422)	1,255
Net Increase (Decrease) in Cash	1,713	(6,181)	(393)	(4,861)	10,109
Cash, beginning of year	37,737	46,758	12,193	96,688	86,579
Cash, end of year	$ 39,450	$ 40,577	$ 11,800	$ 91,827	$ 96,688
Components:					
Due from General Revenue Fund	39,450	40,202	11,780	91,432	96,293
Cash	-	375	20	395	395
	$ 39,450	$ 40,577	$ 11,800	$ 91,827	$ 96,688

(See accompanying notes to the financial statements)

MINISTRY OF SOCIAL SERVICES
VALLEY VIEW CENTRE GRANTS AND DONATIONS TRUST ACCOUNT AND INSTITUTIONAL COLLECTIVE BENEFIT FUND
MARCH 31, 2017

1. Authority and purpose

The Valley View Centre (Centre) is a residential facility for people with intellectual disabilities. The Centre is operated by the Ministry of Social Services. The Centre's Grants and Donations Trust Account (Trust Account) and Institutional Collective Benefit Fund (Fund) were established under Section 13 of *The Social Services Administration Act*. *The Social Services Rehabilitation Institutional Collective Benefit Funds and Trust Account Regulations* regulates the Trust Account and the Fund.

a. The Grants and Donations Trust Account is used to account for donations, gifts and other money given to the Centre. The Trust Account is a registered charity with the Canada Revenue Agency.

b. The Fund consists of:

- the Canteen Account, used to account for the operations of a canteen which provides services for residents and staff of the Centre. The account is required to pay into the Government's General Revenue Fund any balance in excess of $80,000.

- the Bazaar Account, used to account for the operations of occupational and vocational programs for the residents of the Centre. The account is required to pay into the Government's General Revenue Fund any balance in excess of $80,000.

Management of the Trust Account and Fund is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards. Management is also responsible to maintain a system of accounting and administrative controls to ensure that accurate and reliable financial statements are prepared and to obtain reasonable assurance that transactions are authorized, assets are safeguarded and financial records are maintained.

2. Significant accounting policies

These financial statements are prepared in accordance with Canadian public sector accounting standards published by CPA Canada and include the following significant accounting policies:

Accrual basis

The financial statements are prepared on the accrual basis of accounting.

Revenue recognition

Grant and donation revenue is recognized when received or receivable if the amount can be reasonably estimated and collection is reasonably assured. Bazaar and canteen revenue is recognized when goods are sold or services rendered.

Inventory

Inventory is valued at the lower of cost and net realizable value. Net realizable value is defined as the expected selling price.

Use of estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

3. Financial instruments

The Trust Account and Fund's financial instruments include due from General Revenue Fund, accounts receivable, interest receivable, and accounts payable. The carrying value of these instruments approximates fair value due to their immediate or short-term nature.

4. Due from General Revenue Fund

The bank accounts for the Trust Account and the Fund are included in the Consolidated Offset Bank Concentration arrangement for the Government of Saskatchewan.

Interest earned is calculated and paid by the General Revenue Fund on a quarterly basis into the respective bank accounts using the Government's 30 day borrowing rate and the respective average daily bank account balances. The Government's average 30 day borrowing rate for the year is 0.54% (2016 – 0.60%).

5. Related party transactions

In accordance with established government practice, the Trust Account and the Fund have not been charged with any general administrative costs and no provision for such costs is reflected in these statements. These costs are absorbed by the Ministry of Social Services.